



United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Colorado State Office
2850 Youngfield Street
Lakewood, Colorado 80215-7076

IN REPLY REFER TO:
CO922(TSC)

January 25, 2005

NOTICE OF ADDENDUM

This amends the Colorado State Office of Competitive Oil and Gas Lease dated December 23, 2004 to be held on February 10, 2005.

Effective February 1, 2005, and until further notice, BLM will not accept credit or debit card payments to the Bureau for any amount equal to or greater than \$100,000 for any purpose. Additionally, we are not to aggregate smaller amounts to bypass this requirement. (Instruction Memorandum BS-2005-008, Change 1)

The following parcels are corrected as follows:

Parcel COC68352: There is a presale offer, COC68302, pending for this parcel.

Parcel COC68355: The legal land description for this parcel and stipulations are corrected to the following (acreage is not affected):

T. 0090S., R 1010W., 6TH PM

Sec. 9: S2;

Sec. 9: **EXCEPT EXCLUSION;**

Sec. 13: S2;

Sec. 13: **EXCEPT EXCLUSION;**

Sec. 14: N2,NESW,N2SE;

Sec. 14: **EXCEPT EXCLUSION;**

Mesa County

Colorado 1080.000 Acres

A Gas Storage Agreement is required for this parcel. See Notice regarding Parcel COC68355.

All lands are subject to Exhibit CO-34 to alert lessee of potential habitat for a threatened, endangered, candidate, or other special status plant or animal.

BLM; GJDO: GJRA

Parcel COC68389: The legal land description for this parcel and stipulations are corrected to the following:

T. 0120N., R 1020W., 6TH PM
Sec. 24: Lot 1,3,5,7,10,12;
Sec. 24: N2N2,SENE,NESE;
Sec. 25: S2SW,E2SE;
Sec. 35: Lot **1,3**;
Sec. 36: Lot **3,5**;
Sec. 36: NESE;

Moffat County
Colorado **604.930** Acres

The following lands are subject to Exhibit CO-03 to protect raptor nests:

T. 0120N., R 1020W., 6TH PM
Sec. 24: Lot 1;

The following lands are subject to Exhibit CO-18 to protect raptor nesting and fledgling habitat:

T. 0120N., R 1020W., 6TH PM
Sec. 24: Lot 1;

The following lands are subject to Exhibit CO-19 to protect ferruginous hawk nesting and fledgling habitat:

T. 0120N., R 1020W., 6TH PM
Sec. 36: Lot **1,3**;
Sec. 36: NESE;

The following lands are subject to Exhibit CO-30 to alert lessee of closure period for nesting sage grouse:

T. 0120N., R 1020W., 6TH PM
Sec. 24: Lot 1,3,5,7,10,12;
Sec. 24: N2N2,SENE,NESE;
Sec. 35: Lot **1,3**;
Sec. 36: Lot **3,5**;
Sec. 36: NESE;

All lands are subject to Exhibit CO-34 to alert lessee of potential habitat for a threatened, endangered, candidate, or other special status plant or animal.

The following lands are subject to Exhibit LS-07 to protect isolated and/or roadless resources:

T. 0120N., R 1020W., 6TH PM
Sec. 24: Lot 1,3,5,7,10,12;
Sec. 24: SENE,N2N2,NESE;
Sec. 25: E2SE,S2SW;
Sec. 36: Lot **3**;
Sec. 36: NESE;

The following lands are subject to Exhibit LS-13 to alert lessee of special mitigation for prairie dog complexes:

T. 0120N., R 1020W., 6TH PM
Sec. 24: Lot 1,3,5,7,10,12;
Sec. 24: NESE;
BLM; CDO: LSRA

Parcel COC68391: The legal land description for this parcel and stipulations are corrected to the following:

T. 0440N., R 0120W., NMPM
Sec. 30: Lot 2,3,5;
Sec. 30: **SWNE,SENW,NESW,NWSE**;
Sec. 31: Lot **5**;
Sec. 31: **E2SWNE**;

San Miguel County
Colorado **344.540** Acres

All lands are subject to Exhibit CO-09 to protect big game winter habitat.

The following lands are subject to Exhibit CO-28 to protect riparian/wetland vegetation:

T. 0440N., R 0120W., NMPM
Sec. 30: Lot 5;
Sec. 31: Lot **5**;

All lands are subject to Exhibit CO-34 to alert lessee of potential habitat for a threatened, endangered, candidate, or other special status plant or animal.

The following lands are subject to Exhibit UB-11 to protect Norwood's municipal water source:

T. 0440N., R 0120W., NMPM
Sec. 30: Lot 2,3;

PVT/BLM; MDO: UBRA

Parcel COC68394: The legal land description for this parcel and stipulations are corrected to the following:

T. 0430N., R 0130W., NMPM
Sec. 12: **E2SE,E2SWSE**;
Sec. 13: **NENE,N2SENE**;

San Miguel County
Colorado 160.000 Acres

The following lands are subject to Exhibit CO-09 to protect big game winter habitat:

T. 0430N., R 0130W., NMPM
Sec. 12: E2SE;

All lands are subject to Exhibit CO-34 to alert lessee of potential habitat for a threatened, endangered, candidate, or other special status plant or animal.

All lands are subject to Exhibit UB-11 to protect Norwood's municipal water source.

PVT/BLM;BLM; MDO: UBRA

Parcel COC68396: The stipulations for this parcel are corrected to the following:

The following lands are subject to Exhibit UB-11 to protect Norwood's municipal water source:

T. 0440N., R 0130W., NMPM

Sec. 23: E2SESE;

Sec. 26: E2SWNE,E2W2SE,SESE;

Parcel COC68397: The stipulations for this parcel are corrected to the following:

All lands are subject to Exhibit UB-11 to protect Norwood's municipal water source.

/s/ Beverly Derringer

Beverly Derringer
Chief, Fluid Minerals Adjudication
Oil and Gas Lease Management

NOTICE OF COMPETITIVE LEASE SALE FOR LANDS
WITHIN GAS STORAGE AGREEMENT

The lands in Parcel COC68355 are in the Asbury Creek Gas Storage Agreement and the Fruita Gas Storage Agreement and are subject to leasing restrictions incorporated in those agreements. The successful bidder for this parcel will be required to execute and agree that the following stipulations are part of the lease terms:

The land excluded from this lease covers the formation below the interval from the top of the Dakota Sandstone to the top of the Morrison Formation, encountered from the depth of 2422 ft. to the depth of 2606 ft. in the drilling of the Christiana-Govt. No. 1 Unit Well located in the NWSWSE of Sec. 9, T. 9 S., R. 101 W., 6th PM, CO (Fruita Gas Storage Agreement), referred to as Gas Storage Sand. And also encountered from the depth of 2716 ft. to the depth of 2960 ft. in the drilling of the Amerada No. 1 Unit Well located in the SENE of Sec. 14, T. 9 S., R. 101 W., 6th PM, CO (Asbury Creek Gas Storage Agreement), referred to as Gas Storage Sand. All wells drilled on lands embraced in this lease will be protected through the reserved formation by a method approved by the Bureau of Land Management Field Office Manager. Use of the surface is subject to prior use by the lessee of the presently leased formation not covered by this lease.

PARCEL DESCRIPTION:

<u>Parcel</u>	<u>Description</u>	<u>Acres</u>
COC68355	T. 9 S., R. 101 W., 6 TH PM, CO, Sec. 9: S2, Sec. 13: S2, Sec. 14: N2,NESW,N2SE excluding and withholding from leasing the oil and gas rights of the Dakota Sandstone, encountered between the depths of 2716 ft. and 2960 ft. and between the depths of 2422 ft. and 2606 ft., as logged in Public Service wells Amerada No. 1 and Christiana-Govt. No. 1, T. 9 S., R. 101 W., 6 th PM, CO.	1080.00

EXHIBIT UB-11

Lease Number: <LEASE_NUMBER>

LEASE NOTICE

MUNICIPAL WATER SOURCE: If drilling operations are proposed, the operator is hereby notified that there are concerns about the municipal water source and water conveyance for the town of Norwood, Colorado. The lessee is hereby notified that special design, construction and scheduling measures may be required in order to minimize the impacts of drilling and producing operations. The overall goal of these measures would be to protect Norwood's municipal water source.

On the lands described below:

<LEGAL_DESCRIPTIONS>